

MINUTES
CHINO BASIN WATERMASTER
NON-AGRICULTURAL POOL CONFERENCE CALL MEETING
February 12, 2015

The Non-Agricultural Pool conference call meeting was held via conference call using the Chino Basin Watermaster conference call number on February 12, 2015.

NON-AGRICULTURAL POOL MEMBERS PRESENT AT WATERMASTER

Brian Geye, Chair	Auto Club Speedway
Bob Page	County of San Bernardino
Rick Darnell	NRG

NON-AGRICULTURAL POOL MEMBERS PRESENT ON CALL

Bob Bowcock, Vice-Chair	Calmat Company (Vulcan Materials Co.)
David Penrice	Aqua Capital Management LP
Tom O'Neill	Ontario City Non- Agricultural
Ramsey Haddad, for Ken Jeske	California Steel Industries (CSI)

WATERMASTER STAFF PRESENT AT WATERMASTER

Peter Kavounas	General Manager
Danielle Maurizio	Assistant General Manager
Joseph Joswiak	Chief Financial Officer
Janine Wilson	Recording Secretary

WATERMASTER CONSULTANTS PRESENT AT WATERMASTER

Brad Herrema	Brownstein Hyatt Farber Schreck, LLP
Andy Malone	Wildermuth Environmental, Inc.

NON-AGRICULTURAL POOL COUNSEL PRESENT ON CALL

Allen Hubsch	Hogan Lovells US, LLP
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OTHERS PRESENT AT WATERMASTER

Pete Hall	State of California – CIM
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CALL TO ORDER

Chair Geye called the Non-Agricultural Pool meeting to order at 11:00 a.m.

ROLL CALL

Ms. Wilson conducted the roll call.

I. BUSINESS ITEMS - ROUTINE

A. MINUTES

1. Minutes of the Annual Non-Agricultural Pool Meeting held January 8, 2015

(0:02:12)

Motion by Mr. Bob Page, second by Mr. Tom O'Neill. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.

Moved to receive and file Business Item I.A. as presented.

B. FINANCIAL REPORTS

1. Cash Disbursements for the month of December 2014
2. Watermaster VISA Check Detail for the month of December 2014
3. Combining Schedule for the Period July 1, 2014 through December 31, 2014
4. Treasurer's Report of Financial Affairs for the Period December 1, 2014 through December 31, 2014
5. Budget vs. Actual Report for the Period July 1, 2014 through December 31, 2014

(0:02:38)

Motion by Mr. Bob Page, second by Mr. Tom O'Neill. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.

Moved to receive and file Business Item I.B. without approval as presented.

C. CHINO BASIN WATERMASTER 35TH ANNUAL REPORT

Recommend that the Advisory Committee recommend to the Watermaster Board to adopt the 35th Annual Report, along with filing a copy with the Court, subject to any necessary non-substantive changes.

(0:03:11) Mr. Kavounas gave a report. A discussion ensued.

(0:12:10)

Motion by Mr. Bob Page, second by Mr. Tom O'Neill. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.

Moved to approve staff recommendation of Business Item I.C. as presented and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they deem appropriate. The Pool acknowledges that the membership roster has changed and/or been updated since the 35th Annual Report data was provided.

D. WATER TRANSACTIONS

1. **Consider Approval for Notice of Sale or Transfer** – The purchase of 656.545 acre-feet of water from San Antonio Water Company by the City of Ontario. This purchase is made from San Antonio Water Company's storage account. The City of Ontario is utilizing this transaction to produce its San Antonio Water Company shares. Date of application: November 17, 2014.
2. **Consider Approval for Notice of Sale or Transfer** – The purchase of 387.231 acre-feet of water from San Antonio Water Company by Monte Vista Water District. This purchase is made from San Antonio Water Company's Annual Production Right/Operating Safe Yield first, then any additional from storage. Monte Vista Water District is utilizing this transaction to produce its San Antonio Water Company shares. Date of application: January 27, 2015.

(0:13:18)

Motion by Mr. Bob Page, second by Mr. Bob Bowcock. The Chair called for dissent, and, none being noted, the motion was deemed passed by unanimous vote of those present.

Moved to approve staff recommendation of Business Item I.D. as presented and to direct the Pool representatives to support at the Advisory Committee and Watermaster Board meetings subject to changes which they deem appropriate.

II. BUSINESS ITEMS

A. SAFE YIELD RECALCULATION AND RESET (Discussion Only)

(0:13:46) Mr. Kavounas gave a report.

B. MEMBER STATUS CHANGES (For Discussion and Possible Action)

1. Any proposed transfer of Safe Yield by a Member.
2. Any transfer of Safe Yield that has actually closed or been completed.
3. Any change in name or corporate identity of a Member (such as results from a merger or filing of a change of name certificate).
4. Any change in the name of a representative or alternate representative of a Member, or a change in e-mail address for either such person.

(0:14:30) Chair Geye commented that Mr. Ramsey Haddad was added as alternate to Mr. Ken Jeske of California Steel Industries last month but the change was not stated for the record at the January 2015 meeting. Mr. Kavounas inquired if the Chair wanted the minutes to reflect this note. Chair Geye replied affirmatively. Mr. Hubsch asked that staff take primary responsibility for reporting member status changes to the Committee, by including all such changes of which they have received verbal or other notice on the agenda for future meetings, and also reflecting them in the minutes of those meetings, all in a manner consistent with the resolution adopted by the Committee on November 13, 2014, which resolution is set forth in full in the minutes of the November 13, 2014 meeting of the Committee.

III. REPORTS/UPDATES**A. LEGAL COUNSEL REPORT**

1. January 16, 2015 Alvarez CalPERS Hearing

(0:18:08) Mr. Herrema gave a report.

B. CFO REPORT

None

C. GM REPORT

1. Increase Total Project Budgets for San Sevaine and East Declez Basins
2. Overlying Non-Agricultural Pool Available Water Per Judgment Exhibit "G"
3. ACWA Water Storage Policy Task Force

(0:19:16) Mr. Kavounas gave a report.

IV. INFORMATION

1. Introduction to the CivicSpark AmeriCorps Program
2. Cash Disbursements for January 2015
3. Joint IEUA/CBWM Recharge Improvement Projects

V. POOL MEMBER COMMENTS

None

VI. OTHER BUSINESS

None

VII. CONFIDENTIAL SESSION - POSSIBLE ACTION

Chair Geye called for a confidential session at 11:26 a.m. to discuss the following:

1. Safe Yield Recalculation and Reset

(0:25:35) Confidential session concluded at 11:38 a.m. with no reportable action.

VIII. FUTURE MEETINGS AT WATERMASTER

2/06/15	Fri	10:00 a.m.*	Safe Yield Recalculation and Reset Facilitated Discussion
2/12/15	Thu	9:00 a.m.	Appropriative Pool
2/12/15	Thu	11:00 a.m.	Non-Agricultural Pool
2/13/15	Fri	10:00 a.m.*	Safe Yield Recalculation and Reset Facilitated Discussion
2/17/15	Tue	1:30 p.m.	Agricultural Pool (Rescheduled from 2/12/15)
2/19/15	Thu	9:00 a.m.	Advisory Committee
2/19/15	Thu	10:00 a.m.	Joint IEUA/CBWM Recharge Improvement Projects Committee
2/20/15	Fri	10:00 a.m.*	Safe Yield Recalculation and Reset Facilitated Discussion
2/24/15	Tue	9:00 a.m.	GRCC (at Chino Basin Water Conservation District)
2/26/15	Thu	11:00 a.m.	Watermaster Board
2/27/15	Fri	10:00 a.m.*	Safe Yield Recalculation and Reset Facilitated Discussion

***Note:** These meetings are intended for parties who have signed the Safe Yield Recalculation and Reset Facilitation and Non-Disclosure Agreement.

ADJOURNMENT

Chair Geye adjourned the Non-Agricultural Pool meeting at 11:38 a.m.

Secretary: _____

Approved: March 12, 2015 _____